

FOOTNOTES

1. The name of the lender shall be placed at the top of the form. Additional information identifying the loan application and property may appear at the bottom of the form or on a separate page. Exception: If the disclosure is being made by a mortgage broker who is not an exclusive agent for the lender, the lender's name will not appear at the top of the form but the following legend must appear:

This Good Faith Estimate is being provided by _____, a mortgage broker, and no lender has yet been obtained.

2. Items for which there is estimated to be no charge to the borrower are not required to be listed. Any additional items for which there is estimated to be a charge to the borrower shall be listed if required on the HUD-1.

[As amended Dec. 1, 1992, 57 F.R. 56857; Feb. 10, 1994, 59 F.R. 6521, eff Aug 9, 1994]

**APPENDIX D TO PART 3500 - AFFILIATED BUSINESS
ARRANGEMENT DISCLOSURE STATEMENT FORMAT**

Affiliated Business Arrangement Disclosure Statement Format

To: _____ Property: _____
From: _____ Date: _____

(Entity Making Statement)

This is to give you notice that ____ [referring party] ____ has a business relationship with settlement services provider(s). [Describe the nature of the relationship between the referring party and the provider(s), including percentage of ownership interest, if applicable]. Because of this relationship, this referral may provide ____ [referring party] ____ a financial or other benefit.

[A] Set forth below is the estimated charge or range of charges for the settlement services listed. You are NOT required to use the listed provider(s) as a condition for [settlement of your loan on] [or] [purchase, sale, or refinance of] the subject property. THERE ARE FREQUENTLY OTHER SETTLEMENT SERVICE PROVIDERS AVAILABLE WITH SIMILAR SERVICES. YOU ARE FREE TO SHOP AROUND TO DETERMINE THAT YOU ARE RECEIVING THE BEST SERVICES AND THE BEST RATE FOR THESE SERVICES.

[provider and settlement service]

[charge or range of charges]

[B] Set forth below is the estimated charges or range of charges for the settlement services of an attorney, credit reporting agency, or real estate appraiser that we, as your lender, will require you to use, as a condition of your loan on this property, to represent our interests in this transaction.

[provider and settlement service]

[charge or range of charges]

ACKNOWLEDGMENT

I/we have read this disclosure form, and understand that [referring party] is referring me/us to purchase the above described settlement service(s) and may receive a financial or other benefit as the result of this referral.

Signature

[INSTRUCTIONS TO PREPARER:] [Use paragraph A for referrals other than those by a lender to an attorney, a credit reporting agency, or a real estate appraiser that a lender is requiring a borrower to use to represent the lender's interests in this transaction. Use paragraph B for those referrals to an attorney, credit reporting agency, or real estate appraiser that a lender is requiring a borrower to use to represent the lenders's interests in this transaction. When applicable, use both paragraphs. (Specific timing rules for delivery of the affiliated business disclosure statement are set forth in 24 CFR 3500.15(b)(1) of Regulation X). These INSTRUCTIONS TO PREPARER should not appear on the statement).

[As amended April 1, 1993, 58 F.R. 17166; 1 F.R. 58476, Nov. 15, 1996, effective Jan. 14, 1997]